

NATIONAL CREDIT UNION SHARE INSURANCE FUND



**PRELIMINARY & UNAUDITED
FINANCIAL HIGHLIGHTS
July 31, 2020**

A handwritten signature in black ink, appearing to read 'Eugene H. Schied', is positioned above the name of the Chief Financial Officer.

**EUGENE H. SCHIED
CHIEF FINANCIAL OFFICER**

**NATIONAL CREDIT UNION ADMINISTRATION
SHARE INSURANCE FUND
MANAGEMENT OVERVIEW
July 31, 2020**

Balance Sheets

Receivables from Asset Management Estates Net is \$149.1 million; \$11.0 million is for natural person credit unions, and \$138.1 million is for corporate credit unions.

Insurance and Guarantee Program Liabilities related to Reserves are \$184.0 million; \$20.5 million is for specific reserves for natural person credit unions, and \$163.5 million is for general reserves. There are no Corporate System Resolution Program related Insurance and Guarantee Program Liabilities as of July 31, 2020.

Statements of Net Cost

For the month ended July 31, 2020, the fund had net income of \$8.5 million. The fund recognized gross revenues of \$23.9 million and total operating expenses of \$15.4 million. The fund did not recognize any insurance loss expense during the month of July 2020.

**NATIONAL CREDIT UNION ADMINISTRATION
SHARE INSURANCE FUND
BALANCE SHEETS
(Dollars in thousands)**

	<u>July 2020</u>	<u>July 2019</u>
ASSETS		
INTRAGOVERNMENTAL		
Fund Balance with Treasury	\$ 8,328	\$ 11,897
Investments, Net - U.S. Treasury Securities	17,435,619	15,304,325
Accrued Interest Receivable - Investments	104,272	79,014
Accounts Receivable - Due from the NCUA Operating Fund	1,680	-
Note Receivable - Note due from the NCUA Operating Fund	4,246	5,587
Total Intragovernmental Assets	<u>17,554,145</u>	<u>15,400,823</u>
PUBLIC		
Accounts Receivable - Guarantee Fee on NGNs, Net	543	814
General Property, Plant, and Equipment, Net	78	137
Advances and Prepayments	950	1,030
Receivables from Asset Management Estates (AMEs), Net*	149,141	677,523
Total Public Assets	<u>150,712</u>	<u>679,504</u>
TOTAL ASSETS	<u>\$ 17,704,857</u>	<u>\$ 16,080,327</u>
LIABILITIES		
INTRAGOVERNMENTAL		
Accounts Payable - Due to the NCUA Operating Fund	\$ 97	\$ 1,828
Total Intragovernmental Liabilities	<u>97</u>	<u>1,828</u>
PUBLIC		
Accounts Payable	4,352	886
Insurance and Guarantee Program Liabilities*	183,994	111,875
Other Liabilities	512	578
Total Public Liabilities	<u>188,858</u>	<u>113,339</u>
TOTAL LIABILITIES	<u>188,955</u>	<u>115,167</u>
Commitments and Contingencies		
NET POSITION		
Contributed Capital	12,259,312	11,413,742
Cumulative Result of Operations	5,256,590	4,551,418
Total Net Position	<u>17,515,902</u>	<u>15,965,160</u>
TOTAL LIABILITIES AND NET POSITION	<u>\$ 17,704,857</u>	<u>\$ 16,080,327</u>

* Receivable from AMEs, Net and Insurance and Guarantee Program Liabilities lines are generally updated quarterly.

The balances in the statement above are preliminary and unaudited.

**NATIONAL CREDIT UNION ADMINISTRATION
SHARE INSURANCE FUND
STATEMENTS OF NET COST
(Dollars in thousands)**

	<u>July 2020</u>	<u>July 2020 YTD</u>	<u>July 2019 YTD</u>
GROSS COSTS			
Operating Expenses*	\$ 15,386	\$ 109,472	\$ 111,735
Provision for Insurance Losses			
Reserve Expense (Reduction)	-	54,486	34,246
AME Receivable Bad Debt Expense	-	(20,000)	(63,367)
Total Provision for Insurance Losses	-	34,486	(29,121)
Other Losses	-	63	-
Total Gross Costs	<u>15,386</u>	<u>144,021</u>	<u>82,614</u>
LESS EXCHANGE REVENUES			
Interest Revenue on Note Receivable from the NCUA			
Operating Fund	(6)	(47)	(70)
Guarantee Fee Revenue - NGNs	(670)	(5,276)	(8,196)
Other Revenue	(4)	(509)	(339)
Total Exchange Revenues	<u>(680)</u>	<u>(5,832)</u>	<u>(8,605)</u>
TOTAL NET COST/(INCOME) OF OPERATIONS	<u>\$ 14,706</u>	<u>\$ 138,189</u>	<u>\$ 74,009</u>
LESS NON-EXCHANGE REVENUES			
Interest Revenue - Investments	(23,198)	(167,137)	(180,244)
Total Non-Exchange Revenues	<u>(23,198)</u>	<u>(167,137)</u>	<u>(180,244)</u>
TOTAL NET COST/(INCOME) INCLUDING NON-EXCHANGE REVENUES	<u>\$ (8,492)</u>	<u>\$ (28,948)</u>	<u>\$ (106,235)</u>

*Share Insurance Fund operating expenses are an allocation of total NCUA operating expenses, as determined by the overhead transfer rate set by the Board of 61.3% and 60.5% for 2020 and 2019, respectively.

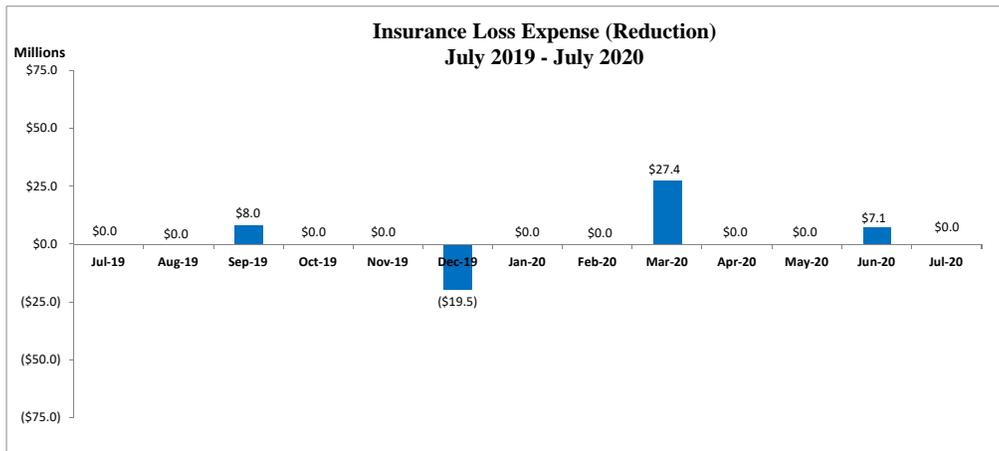
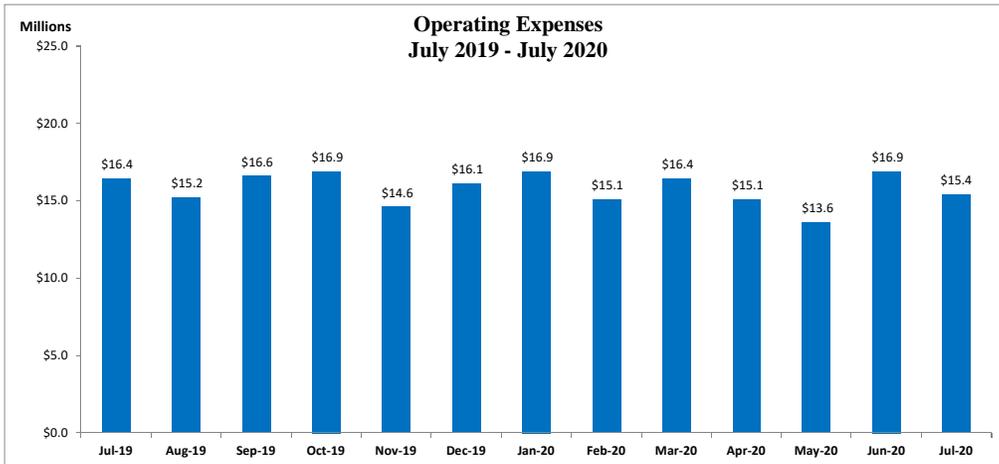
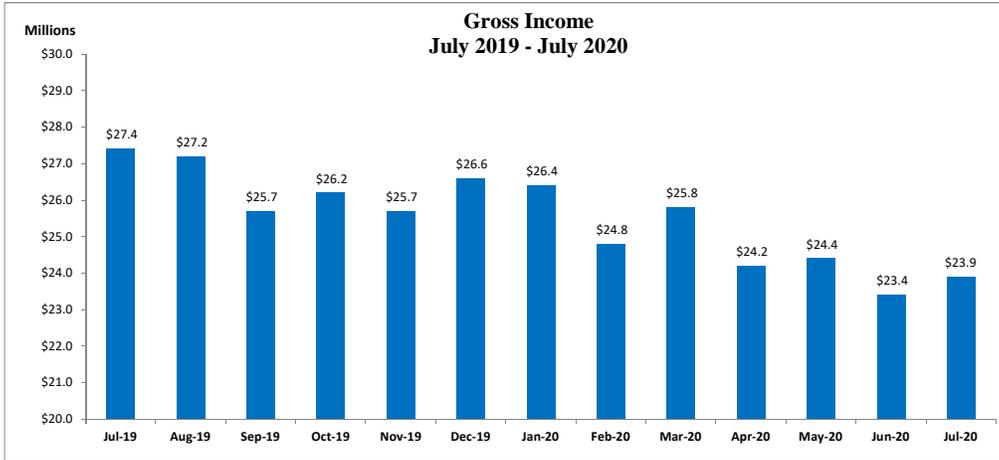
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**NATIONAL CREDIT UNION ADMINISTRATION
SHARE INSURANCE FUND
STATEMENTS OF CHANGES IN NET POSITION
(Dollars in thousands)**

	<u>July 2020</u>	<u>July 2019</u>
CUMULATIVE RESULTS OF OPERATIONS		
Beginning Balances	\$ 4,632,574	\$ 4,394,392
BUDGETARY FINANCING SOURCES		
Non-Exchange Revenue		
Interest Revenue - Investments	167,137	180,244
Distribution to Credit Unions	-	(160,099)
Total Budgetary Financing Sources	<u>167,137</u>	<u>20,145</u>
OTHER FINANCING SOURCES		
Non-Exchange Revenue		
Net Unrealized Gain/(Loss) - Investments	595,068	210,889
Total Other Financing Sources	<u>595,068</u>	<u>210,890</u>
Total Financing Sources	<u>762,205</u>	<u>231,035</u>
Net Income /(Cost) of Operations	(138,189)	(74,009)
Net Change	624,016	157,026
CUMULATIVE RESULTS OF OPERATIONS	<u>5,256,590</u>	<u>4,551,418</u>
CONTRIBUTED CAPITAL		
Beginning Balances	11,967,387	11,327,234
Change in Contributed Capital	291,925	86,508
CONTRIBUTED CAPITAL	<u>12,259,312</u>	<u>11,413,742</u>
NET POSITION	<u>\$ 17,515,902</u>	<u>\$ 15,965,160</u>
NET POSITION BREAKDOWN		
Credit Union Contributed Capital	12,259,312	11,413,742
Retained Earnings	4,617,173	4,524,794
Total Net Position Without Unrealized Gain/ (Loss)	<u>16,876,485</u>	<u>15,938,536</u>
Unrealized Gain/ (Loss) - Investments	639,417	26,624
NET POSITION	<u>\$ 17,515,902</u>	<u>\$ 15,965,160</u>

The balances in the statement above are preliminary and unaudited.

**NATIONAL CREDIT UNION ADMINISTRATION
 SHARE INSURANCE FUND
 STATISTICAL INFORMATION
 July 31, 2020**



The information provided in the supporting statement above is preliminary and unaudited.

INVESTMENT PORTFOLIO SUMMARY

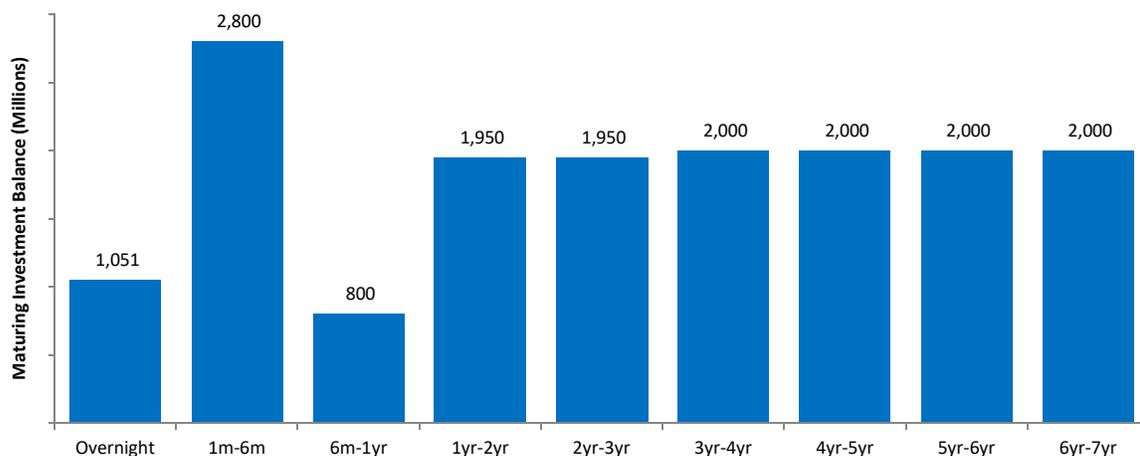
July 31, 2020

I. INVESTMENT PORTFOLIO BALANCE AND MARKET VALUE (In Dollars)						
	Book Value	Market Value	Unrealized Gain or (Loss)	% Market to Book Value	Weighted Average Yield	
Daily Treasury Account	\$ 1,051,338,000	\$ 1,051,338,000	\$ -	100.00%	0.10%	
U.S. Treasury Notes	15,744,864,716	16,384,281,250	639,416,534	104.06%	1.73%	
Total	\$ 16,796,202,716	\$ 17,435,619,250	\$ 639,416,534	103.81%	1.63%	

II. INVESTMENT PORTFOLIO SUMMARY			
	Last Month	Current Month	CY To Date
Investment Yield	1.63%	1.63%	1.72%
Investment Income	\$ 22,474,589	\$ 23,197,894	\$ 167,137,405
Weighted Avg. Maturity in Days	1,089	1,061	

III. MONTHLY ACTIVITY				
Purchased	Type	Amount	Maturity	Yield
TOTAL		\$	-	

IV. MATURITY SCHEDULE (par value in millions)	
TOTAL	\$ 16,551



The information provided in the portfolio summary above is preliminary and unaudited.